

DEPARTMENT OF ENGINEERING AND PLANNING Division of Planning and Economic Development Sussex County Administrative Center One Spring Street Newton, N.J. 07860 Tel. 973-579-0500 FAX 973- 579-0513

#### County of Sussex -

Dear Applicant,

Thank you for your interest in the Sussex County Farmland Preservation Program. Before filling out the application, please read the following informational documents, *N.J. Farmland Preservation Program Overview* and *Farmland Preservation: Frequently Asked Questions*. Pay particular attention to the minimum eligibility criteria required for preservation. After reading the two documents, fill out and sign the *Application and Offer to Sell a Development Easement* along with the following forms: *Exception Areas, Nonagricultural Uses and Division of Premises*. Return the completed application, forms and supporting documents to the Farmland Preservation Program Administrator at the above address. Note that all parties whose names appear on the deed(s) for the property(s) must sign the application(s) for preservation and the accompanying documents.

If you have any questions, need assistance with filling out the application or have difficulties gathering the necessary documents, please feel free to contact our office.

Thank you, again, for your interest,

The Farmland Preservation Program Administrator and Staff

## N.J. Farmland Preservation Program Overview

The state Farmland Preservation Program is administered by the State Agriculture Development Committee (SADC), which preserves farmland directly and provides grants to County Agriculture Development Boards (CADBs), municipalities and nonprofit organizations for the preservation of farmland. (www.nj.gov/agriculture/sadc)

#### How Is Farmland Preserved?

<u>Sale of Development Rights:</u> If you would like to preserve your farm and continue to own it, you can sell the nonagricultural development rights—also known as a development easement—on your land. You can apply to preserve your farm to the SADC, your CADB, your municipality if it participates in the Farmland Preservation Program, or a nonprofit organization. Most counties and many municipalities have developed comprehensive

farmland preservation plans that enable them to participate in the program. You can find a listing and copies of the plans at <a href="https://www.nj.gov/agriculture/sadc/home/genpub/comprehensiveplans.html">www.nj.gov/agriculture/sadc/home/genpub/comprehensiveplans.html</a>.

Outright Sale of Land: In some limited cases, the SADC, a nonprofit, or your CADB or municipality may be interested in purchasing your farm outright for preservation. In these cases, a farm is purchased at fair-market value and then typically resold at a public auction to a private owner with agricultural deed restrictions in place to ensure the land's permanent preservation. Because this process requires greater financial resources from the preservation agencies, these opportunities are more limited. In most cases, landowners sell their development rights first and then sell the deed-restricted farm afterward to a private owner when the time is right for them.

<u>Donation:</u> In certain situations, you may want to consider donating your development rights, or your land, to one of the preservation agencies above, particularly if you could be eligible for significant tax savings. You should contact a tax professional to fully understand the tax implications of a donation as they apply to your personal situation.



#### How Does the Process Work?

Land is eligible for the Farmland Preservation Program if it meets the SADC's minimum eligibility criteria and is eligible for farmland tax assessment. In most cases, your farm also must be located in an agricultural development area (ADA) an area where the CADB has determined that farming is viable over the long term and be a "targeted" farm in a county or municipal comprehensive farmland preservation plan. with the State and local municipalities throughout the process.



CADBs are responsible for approving most applications to the Farmland Preservation Program. Therefore, they are the starting point for most interested landowners. CADBs review and approve applications and then forward them to the SADC, coordinating with State and local municipalities throughout the process.

NEW JERSEY State Agriculture Development Committee P.O. Box 330 Trenton, NJ 08625-0330

## N.J. Farmland Preservation Program Overview

#### How Is Value Determined?

The value of a farm or development easement is established through two independent appraisals. The price you will be paid for a development easement will be based on the difference between your land's value before preservation and its value after preservation - generally the difference between what someone would pay for the raw land as is, and its value as a deed-restricted farm. For example, if your farm would be worth \$10,000 per acre before preservation, and \$4,000 per acre after it has been preserved, the value of your development easement would be \$6,000 per acre. Once a value has been determined and agreed upon, the process of finalizing approval and the sale can proceed.

# What Happens After Preservation?

When your farm is preserved, a Deed of Easement will be recorded with the County Clerk's office that will run with the land and forever protect it for agricultural use. You are allowed to erect barns and other agricultural structures in accordance with the Deed of Easement, however most nonagricultural uses are not permitted unless they were recognized in the Deed of Easement at the time of preservation.

#### Incentives for Farmland Preservation

Farmland preservation can:

- Provide you with capital that you can use to expand your existing operation or meet other financial goals;
- Help you reduce your debt load;
- Further your estate or retirement planning, e.g., by allowing you to leave the land to an heir who is interested in farming and a monetary inheritance to other heirs;
- Allow you to apply for up to 50 percent State cost-sharing grants for eligible soil and water conservation projects on your farm, subject to available funding;
- Help protect your land from government acquisition through eminent domain, or emergency restrictions on the use of water and energy supplies;
- Provide you with the personal satisfaction of knowing your farm will be preserved in perpetuity.

Within one year of preserving your farm, you will need to obtain a farm conservation plan approved by your local soil conservation district. The plan, which will be developed in cooperation with the U.S. Department of Agriculture's Natural Resources Conservation Service, will detail practices that will assist you in managing soil, water and other natural resources on your farm. The preservation of your farm does not make your land public property. The public has no right to access or use your preserved farm without your consent.

A representative of the agency that purchased the development rights on your farm will contact you once a year to arrange to visit your farm to ensure you are maintaining it in accordance with the provisions of the Deed of Easement. The visit typically takes less than an hour, and you do not need to be present unless you choose to do so. You may find the annual visit a good opportunity for you to ask any questions you have about farmland preservation or about related programs that may be helpful to you and your agricultural operation.

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# **SADC** Guidance Document Farmland Preservation: Frequently Asked Questions

**Minimum Eligibility Criteria** 

#### What Are the Minimum Criteria for State Farmland Preservation Funding?

Land must be eligible for Farmland Assessment, be in an agricultural development area and meet the following minimum eligibility criteria to qualify for State farmland preservation funding.

For farms less than or equal to 10 acres:

- The land must produce agricultural or horticultural products of at least \$2,500 annually;
- At least 75 percent of the land, or a minimum of five acres, must be tillable;
- At least 75 percent of the land, or a minimum of five acres, whichever is less, must consist of soils that are capable of supporting agricultural or horticultural production; and
- the land must exhibit development potential based on a finding that a number of standards have been met (including that the municipal zoning ordinance allows additional development, and the land does not exceed standards regarding extent of wetlands and steep slopes), or the land must be eligible for allocation of development credits under an authorized transfer of development rights program.

For farms greater than 10 acres:

- At least 50 percent of the land, or a minimum of 25 acres, whichever is less, must be tillable;
- At least 50 percent of the land, or a minimum of 25 acres, whichever is less, must consist of soils that are capable of supporting agricultural or horticultural production; and
- the land must exhibit development potential based on a finding that a number of standards have been met (including that the municipal zoning ordinance allows additional development, and the land does not exceed standards regarding extent of wetlands and steep slopes), or the land must be eligible for allocation of development credits under an authorized transfer of development rights program.

Lands that do not meet the minimum eligibility criteria are not eligible for a State cost-share grant. [N.J.A.C. 2:76-6.20]

Photo by Stefanie Miller

N.J. State Agriculture Development Committee

P.O. Box 330

Trenton, New Jersey 08625-0330

phone: 609-984-2504

609-633-2004 fax: email: sadc@ag.state.nj.us

www.nj.gov/agriculture/sadc web:

# Sussex County Agriculture Development Board Farmland Preservation Program

#### Application and Offer to Sell a Development Easement

FARM INFORMATION		
Date:		
andowner Name(s):		
Mailing Addross:		
	Alternate Phone:	
Block & Lot	Acres	
	Acres	
	Acres	
Block & Lot	Acres	
Block & Lot	Acres	
ר	otal Farm Acreage:	
Primary Contact:   Sa	me as Above $\ \square$ Other: Please fill in primary contact information $\ \square$	below.
Name:	Relation:	
Phone:	Email:	
Mailing Address:		
Contact for Farm Visits	☐ Primary Contact ☐ Landowner ☐ Other: List below	
Name:	Relation:	
Phone:	Email:	

#### **LANDOWNER ELIGIBILTY**

Pursuant to N.J.A.C. 2:76-6.18(z) an applicant or the applicant's immediate family defined as applicant's spouse,
child, parent, or sibling residing in the same household cannot be a current SCADB board member or Municipal
Agriculture Advisory Committee member at the time of application to sell their development easement.
Are you or anyone in your immediate family a current member of the SCADR? TYPS TINO

ı.	Are you or anyone in your immediate family a current member of the SCADB? LINES LINE			
2. Are you or anyone in your immediate family a current member of a Municipal Agricult				
	Committee (AAC)?			
3.	Are you or anyone in your immediate a current member of the Township Committee or Board of			
	County Commissioners?   YES   NO			
	If Yes, PositionTerm			
	If you said YES to any of the above questions, please stop and contact the Farmland Preservation Program Administrator at (973) 579-0500.			
	AGRICULTURAL PRODUCTION			
I.	Is the farmland rented or leased?   YES   NO If Yes, please provide a copy of the lease or, if verbal, describe the terms of the lease			
2.	Are there horses on the farm? Please contact the Program Administrator to see if you need to			
	complete an equine questionnaire. Check all that apply: $\Box$ none $\Box$ personal use $\Box$ breeding			
□ boarding Other:				
2	_			
3.	Do you have livestock?			
4	If Yes, do you have an Animal Waste Management Plan? ☐ YES ☐ NO  Are there greenhouses/hoop houses on the farm? ☐ YES ☐ NO  If Yes,			
4.	Are there greenhouses/hoop houses on the farm? ☐ YES ☐ NO If Yes,  a. What is the composition of the floor of the greenhouse/hoop house? ☐ soil ☐ gravel			
	□ weed block over soil □ concrete □ other			
	b. Are agricultural/horticultural products grown □ in the ground □ in pots			
	□ hydroponics □ in something else?			
	c. How many months of the year are the greenhouses/hoop houses covered?months			
	d. Was any grading done to level the ground for the greenhouse/hoop house?   YES  NO			
5	Is any part of the farm enrolled in a Federal Program (e.g., EQIP, CREP, CRP, WRE)?			
J.	, ·			
	☐ YES ☐ NO If Yes, describe & please provide map of restricted areas:			

6. Is there any agricultural production currently taking place on the farm that is not covered on the current Farmland Assessment Form you provided with this application? ☐ YES ☐ NO If Yes, please describe				
<ul> <li>7. The Farmland Preservation Deed of Easement protects the farm from activities which would be detrimental to drainage, flood control, water conservation, erosion control, soil conservation, and continued agricultural use. To avoid unnecessary delays in the process, please let us know so we can be of assistance to address any resource concerns: <ul> <li>Are there areas of the farm that have been or are being mined?</li> <li>YES □ NO</li> <li>Are there areas of the farm that have or have a history of erosion?</li> <li>YES □ NO</li> <li>Are there existing conservation practices on the farm? If Yes, please describe.</li> </ul> </li> </ul>				
What year were they installed?				
NON-AGRICULTURAL ACTIVITIES				
It is important to identify existing non-agricultural uses so they can continue after preservation. Examples of non-agricultural uses are:				
<ul> <li>An existing business, not related to your farm's agricultural production, located in your barn or home.</li> <li>A facility used to process or sell items not produced on the farm.</li> <li>A portion of the farm or structure on the farm that is rented or used by someone else for a use or business not related to the production of your farm (e.g., equipment storage, vehicle parking, office).</li> </ul>				
Because non-agricultural uses on the easement area <b>CANNOT</b> be expanded or intensified after the farm is preserved, it is important to document details to protect the activity. Landowners should consider taking an exception area instead, to provide the most flexibility. Exception areas are explained on Page 7 and in the guidance documents on Exception Areas and Non-Agricultural Use.				
Appraisers must be aware of non-agricultural uses and determine the impact on the development easement value in their reports pursuant to the SADC Appraiser's Handbook (State Agricultural Development Committee). If you have any questions regarding non-agricultural uses, please address them with the Program Administrator prior to submission of the application.				
I. Are there existing non-agricultural uses on the farm?   YES  NO				
If Yes, please answer the following. If No, please skip to the next page.				
Please describe the non-agricultural use and the frequency it occurs:				
2. Please provide a map or list the approximate dimensions and locations of any structures and/or areas utilized for a non-agricultural use.				
3. Does the non-agricultural use involve a lease with another party? ☐ YES ☐ NO				
If <b>Yes</b> , please provide a copy of the lease.				
4. Describe how the non-agricultural use is and will be accessed on the farm:				

#### **RESIDENTIAL INFORMATION & IMPROVEMENTS**

The "Easement Area" is the area of the farm that will be covered by the Deed of Easement and preserved for agricultural use and production. Existing residences may remain on the easement area.

A "Residential Opportunity" means any existing or future residential unit on the easement area of the farm and/or those to be located inside a severable or non-severable exception area.

Residential opportunities include:

- Existing or future residential units and ancillary improvements (garage, pool, utilities, etc.) in the Exception Areas
  - An Exception Area is an area not covered by the farmland preservation Deed of Easement restrictions that will apply once the farm is preserved.
  - o Ancillary improvements must stay within the exception area, unless additional SADC policies apply.
  - o Non-agricultural uses may occur within the exception, subject to municipal ordinances.
- Existing residential units and ancillary residential structures (garage, pool, utilities, etc.) on the <u>Easement Area</u>
  - May be improved, subject to municipal ordinances. They also may be relocated subject to SADC, SCADB and municipal approval.
  - o Non-agricultural uses may not occur within the structures, unless additional policies apply.

Residential units for agricultural labor can be designated at the time of application and/or requested after the farm is preserved. There must be a need shown for the labor residences and the units <u>cannot</u> be rented to a family member, of lineal descent, or someone not working on the farm.

#### **RESIDENCES ON THE EASEMENT AREA**

Are there any residences on the farm within the easement area (outside of any exception areas)? ☐ YES ☐ NO If Yes, please describe how many, the type of residences (single-family, duplex, apartment(s), trailer, etc.) and if there are accessory structures (garages, barns, pools, etc.) within the easement area. I. Are any of the existing residences used for agricultural labor?  $\square$  YES  $\square$  NO If Yes: a. Which and how many units are used for agricultural labor? (apartment, single-family, etc.) b. How many occupants? \_\_\_\_\_ c. When and how many months of the year are the units occupied? \_\_\_\_\_ months d. Do all the occupants work on this farm?  $\square$  **YES**  $\square$  **NO** If **No**, please explain: 2. Are any of the existing residences rented or leased? 

YES 
NO If Yes, please provide copy of the lease. 3. Do you want to or has the county or municipality placed a size limitation on any of the residences? ☐ YES ☐ NO If Yes, please list: 4. Do any of the residences also contain a non-agricultural use? 

YES 
NO **If Yes,** please describe:

#### **OTHER BUILDINGS ON THE EASEMENT AREA**

	Please describe any non-residential structures (barn, run-in sheds, garage, trailer, etc.) of be preserved.			
	•		agricultural use?   YES  NO  any written leases for any buildings.	
	ii res, piease desc	ribe and provide copies of	any written leases for any buildings.	
		EASEMENTS AN	ID RIGHTS OF WAY	
the	ere any easements o	or rights of way associated	with the land being preserved?   YES  NO	
	olease skip to the n	•		
	•	sements that apply:		
es,	☐ Power Lines		☐ Sewer Lines	
es,		Sight Triangla	☐ Telephone Lines	
es,	☐ Gas Lines	□ Signe Triangle	- receptione Lines	
es,	☐ Gas Lines			
	☐ Gas Lines ☐ Bridge/Road RO	OW Dother:	·	

#### **EXCEPTION AREA INFORMATION**

#### Why should I take an exception area?

- Do you wish to give or sell a building lot to someone?
- Do you have a barn where you might want to operate a business that might not be permitted under the farmland Deed of Easement (i.e. a non-agricultural use)?
- Do you want the flexibility to replace your home without farmland preservation program approvals?
- Are you entertaining the idea of operating a small business in the house or barns someday?

These are just a few common reasons why landowners choose to take exception areas. If your plans for future use of the farm includes any non-agricultural commercial uses, you should consider an exception area.

Exception Areas are not covered by the Deed of Easement or restricted to agricultural use. Primary residential development rights retained for an exception area must be specified and considered in the appraisal process. Ancillary residential and non-residential uses are not restricted, unless requested, but such uses are subject to applicable municipal, county, state, and federal laws and regulations.

Landowners will not be paid for acreage within severable or non-severable exception areas. Exception areas <u>cannot be moved or expanded</u> once the farm is preserved.

There are two kinds of exception areas:

- Non-severable exception: an area of the farm which is not covered by the Deed of Easement and remains tied to the farm. It cannot be subdivided, transferred, or conveyed separately.
- **Severable Exception:** an area that can be subdivided and sold separately from the farm provided it meets local subdivision requirements. It is not necessary to sever (subdivide) a severable exception prior to preservation, but it is recommended since it cannot be changed once the farm is preserved.

Exception areas shall be permitted only if they do not cause a substantially negative impact on the continued use of the farm for agricultural purposes. Factors for determining if there is an adverse effect to the agricultural operation are as follows: location, severability, number requested, size, percent of farm, Right to Farm language, and potential uses. Adjustments can be made to an exception area up until the Deed of Easement is signed. If the exception is for a future residence, you are encouraged to do perc tests and other due diligence to make sure the area will accommodate a future residence.





Page 7 of 14

#### **EXCEPTION AREAS**

If you are requesting exception areas, please answer the following and indicate the location on an aerial map. Contact the Program Administrator if you need a copy of an aerial map.

It is recommended that the acreage and frontage of <u>severable exceptions</u> should meet local zoning minimum area, bulk, and dimension requirements for the proposed use. Road frontage and driveway access must be included within the severable exception area. We suggest that a severable exception(s) not exceed 5% of the total acreage.

Since <u>non-severable exceptions</u> cannot be sold separately from the preserved farm, the zoning for minimum lot size is based on the entire farm. Driveway access to non-severable exceptions do not need to be included in the exception area. Driveways for future residences must be approved either at the time of application or by SCADB and SADC staff after preservation. Please review the policy on Access to Exception areas in the reference section.

Please	be aware that the number of permitted residences within an exception can impact the appraisal values.				
Excep	otion Area I: #Acres  Non-severable  Severable				
1.	Is the exception area for $\square$ existing residences, $\square$ future residences or $\square$ not for residential use.				
2. Please describe any existing residences:					
3.	If the exception is for future residences, please describe what number and type of primary residences are being requested:				
4.	The exception area will be restricted to:				
	One single-family residence or #residences / type of residence				
	☐ Zero single-family residences: this exception is for flexibility of use.				
	☐ I do not wish to restrict the number of primary residences. If so, please explain:				
5.	Does the exception contain the existing/proposed septic & utilities for the residence(s) or other uses?				
	☐ <b>YES</b> ☐ <b>NO</b> Please review the Septic Policy in the reference section for additional information.				
6.	Does the exception contain any other buildings?   YES  NO If Yes, please describe:				
7.	Is the Exception area for a Trail or Open Space?   YES  NO If Yes, please provide maps showing how it connects to a trail system or an open space plan within the municipality or county. Provide detail on width, buffers, improvements, and maintenance.				
8.	What is the site specific zoning and minimum lot size?				

# ADDITIONAL EXCEPTION AREAS Copy page as needed

Excep	otion Area 2: #Acres 🗆 Non-severable 🗆 Severable				
I.	I. Is the exception area for $\square$ existing residences, $\square$ future residences or $\square$ not for residential use.				
2.	. Please describe any existing residences:				
3.	3. If the exception is for future residences, please describe what number and type of primary residence are being requested:				
4.	The exception area will be restricted to:  □ One single-family residence or #residences / type of residence				
	$\square$ Zero single-family residences: this exception is for flexibility of use.				
	☐ I do not wish to restrict the number of primary residences. If so, please explain:				
	Does the exception contain the existing/proposed septic & utilities for the residence(s) or other uses?  YES □ NO Please review the Septic Policy in the reference section for additional information.  Does the exception contain any other buildings? □ YES □ NO If Yes, please describe:				
7.	Is the Exception area for a Trail or Open Space?   YES  NO If Yes, please provide maps showing how it connects to a trail system or an open space plan within the municipality or county. Provide detail on width, buffers, improvements, and maintenance.				
8.	What is the site specific zoning and minimum lot size?				

#### **FARM HISTORY**

is farm been the subject of an application for sub	division? 🗆 Major 🗆 Minor 🗆 None			
If <b>None</b> , please skip to the next page.				
•	TIONS & MEETING MINUTES ARE REQUIRED.  eys, municipal ordinances applicable at time of approval, etc.).			
If approved, the subdivision application was $\Box$	Preliminary 🗆 Final			
Type of development (residential, commercial, office, mixed):				
# units or square footage				
Preliminary Approval Date:	Expiration			
Final Approval Date:	Expiration			
Are all the parcels included in the final subdivision <b>YES NO</b>	on approval in the preservation application?			
Have any extensions been obtained? ☐ <b>YES</b>	□ NO If Yes, please describe:			
	its needed to perfect the approvals and/or build?			
What conditions of approval have not been add are the obstacles and costs involved?	ressed? How likely are they to be resolved and what			
<i>,</i> ,	g litigation involving this project, including bankruptcy Any litigation that needs resolution in order to			
Are there any conservation easements other th	an what was already provided in the application?			
Please provide details & estimates to remediate in order to build housing, if applicable:	/clean up all environmental contamination and material:			
	If Major or Minor, COPIES OF THE RESOLU Supporting documentation should be submitted (surve If approved, the subdivision application was Type of development (residential, commercial, of units or square footage.  # units or square footage.  Preliminary Approval Date:  Final Approval Date:  Are all the parcels included in the final subdivision YES NO  Have any extensions been obtained? YES  Are there any outstanding and/or expired perm YES NO If Yes, please describe and what conditions of approval have not been add are the obstacles and costs involved?  List and discuss any past, current and/or ongoing and foreclosure, or "builder's remedy" actions. In proceed with the project.  Are there any conservation easements other the			

12. Please provide any water permits and capacity.

#### **PER ACRE ASKING PRICE**

After all applications are ranked and approved by the SCADB an	d the Board of Commissioners, two
independent appraisals are done on each property. The SCADB	requests that the applicant fill in the following
so that the Board knows whether the landowner's request will b	e "in the ball park" of current fair market
values. As landowner(s) of the premise described above, I/we are	e willing to make an offer to sell a
development easement to the Board in the amount of \$	per acre. (The amount being
requested here is for the easement value, not the fair market val	ue. The easement value is the difference
between the Fair Market value and the Agricultural value.) I/we r	realize that this figure is non-binding and the
final per acre value will be determined after two independent ap	praisals are done on the subject property and
forwarded to the SADC. The SADC's Review Appraiser will the	en arrive at a value not to be less than the
lower of the two appraisals or higher than the greater of the two	o appraisals.

#### **ADDITIONAL APPLICANT INFORMATION**

ı.	Is the farm for sale? ☐ YES ☐ NO			
2.	Is the owner of the farm involved in an estate situation? $\square$ YES $\square$ NO If the land is held by an Estate, please provide:			
	$\square$ Will $\square$ Probate and Tax Waiver <u>or</u> $\square$ statement that no waiver is needed and why			
	If the land is held in a Trust please provide: $\Box$ Will <u>and</u> $\Box$ Trust Documents			
3.	Has the landowner filed for bankruptcy? $\square$ YES $\square$ NO If Yes, provide documentation from the Court authorizing the application for farmland preservation.			
4.	Is the farm involved in a foreclosure? $\square$ YES $\square$ NO			
5.	Is there a mortgage on the farm? $\square$ <b>YES</b> $\square$ <b>NO</b> Please note that if the farm proceeds to preservation, any mortgages or liens will have to be paid off or subordinated to the deed of easement prior to closing. Please contact the Program Administrator with questions.			
6.	Is the landowner a Corporation?   YES NO If Yes, please provide:  Corporate Resolutions (authorizing application and contact person(s))  Copy of Certificate of Incorporation  Copy of By-Laws any amendments and schedules			
7.	. Is the landowner an LLC? ☐ <b>YES</b> ☐ <b>NO</b> If <b>Yes</b> , please provide ☐ Operating Agreement <u>and</u> ☐ Certificate of Formation			
Changes can be made throughout the preservation process.  However, changes may result in delays and changes to the easement offer.				
All applicants must sign here to acknowledge submission of the application and to confirm you've received and signed copies of the Guidance Documents on Exception Areas, Non-Agricultural Uses, and Division of the Premises.				
Sig	nature: Date:			
Sig	nature: Date:			
Sig	nature: Date:			
Sig	nature: Date:			

QUESTIONS? Please contact the Program Administrator.

#### **FARM CONSERVATION PLAN**

Pursuant to paragraph 7 of the Farmland Deed of Easement, every farm preserved must obtain a Conservation Plan within a year of closing on the easement purchase.

A Farm Conservation Plan is a FREE site-specific plan developed by the Natural Resources Conservation Service (NRCS) that guides you through a variety of conservation and environmental farming practices and explains how each practice helps improve your land. They help you inventory the resources on your land and consider which conservation practices could contribute to an environmentally and economically sound farm. The implementation of these conservation practices is voluntary, although the NRCS may have grants available to implement the conservation practices and enhance the viability of your farm operation. More detail on Conservation Plans can be found here:

https://www.nrcs.usda.gov/Internet/FSE DOCUMENTS/nrcs141p2 018353.pdf

Does the farm currently have a Conservation Plan?  $\square$  YES  $\square$  NO Please sign the release below even if you do not currently have a conservation plan. This release is necessary to allow SCADB staff access to the current or future plan.

#### **AUTHORIZATION TO RELEASE CONSERVATION PLAN TO THE SCADB**

I request and authorize the USDA - Natural Resource Conservation Service (NRCS), the USDA - Farm Service Agency (FSA) and/or a Technical Service Provider (TSP) to provide the Sussex County Agriculture Development Board (SCADB), with a copy of my conservation plan and all associated documents, including geospatial data, as needed. I further understand that the SCADB will not release these documents to any person or organization without my permission. I understand from time to time, the SCADB may request additional or updated information, if available, from NRCS, FSA, or a TSP for the Block and Lots or Farm and Tracts listed.

This request and authorization applies to the blocks and lots contained within this application and the surrounding lands that may be part of the same conservation plan, which may include, but is not limited to:

□ The following Farm/Tracts:				
$\square$ All Farms/Tracts on record with NRCS in my name.				
□ Other:				
Name and address of TSP, if applicable:				
Signature:	Date:			
Signature:	Date:			
oignacar c.				
Signature:	Date:			
Signature:	Date:			

#### **References**

#### **CONTACTS**

Please don't hesitate to contact Maggie Faselt, Program Administrator, with any questions

(973) 579-0500 or by email at <a href="mailto:mfaselt@sussex.nj.us">mfaselt@sussex.nj.us</a>

#### **REFERENCES**

SADC REGULATIONS AND POLICIES <a href="https://www.nj.gov/agriculture/sadc/rules/">https://www.nj.gov/agriculture/sadc/rules/</a>

- Minimum Eligibility Criteria N.J.A.C. 2:76-6.20(c),-6.23 (a), 6.20(d), -17.4(a)
- SADC Guidance Library: <a href="http://www.nj.gov/agriculture/sadc/publications/guidance.html">http://www.nj.gov/agriculture/sadc/publications/guidance.html</a>

#### **GUIDANCE DOCUMENTS**

- Exception Areas:
   <a href="https://www.nj.gov/agriculture/sadc/documents/publications/Exception%20Areas%202018.09.24.pdf">https://www.nj.gov/agriculture/sadc/documents/publications/Exception%20Areas%202018.09.24.pdf</a>
- Non-agricultural Uses:\_ <a href="https://www.nj.gov/agriculture/sadc/documents/publications/Nonagricultural%20Uses%2006">https://www.nj.gov/agriculture/sadc/documents/publications/Nonagricultural%20Uses%2006</a>
   <a href="https://www.nj.gov/agriculture/sadc/documents/publications/nonagricultural%20Uses%2006">https://www.nj.gov/agriculture/sadc/documents/nonagricultural%20Uses%2006</a>
   <a href="https://www.nj.gov/agricultural%20Uses%2006">https://www.nj.gov/agricultural%20Uses%2006</a>
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   <a href="https://www.nj.gov/agriculture/sadc/d
- Division of Preserved Land: https://www.nj.gov/agriculture/sadc/documents/publications/divisionofpremises.pdf
- Septic Policy (P-49): <a href="https://www.nj.gov/agriculture/sadc/documents/rules/pol49.pdf">https://www.nj.gov/agriculture/sadc/documents/rules/pol49.pdf</a>
- Access to Exception Areas\_ <a href="https://www.nj.gov/agriculture/sadc/documents/rules/P41%20\_Access%20to%20Exception%20Areas\_">https://www.nj.gov/agriculture/sadc/documents/rules/P41%20\_Access%20to%20Exception%20Areas\_</a>.
   <a href="https://www.nj.gov/agriculture/sadc/documents/rules/P41%20\_Access%20to%20Exception%20Areas\_">https://www.nj.gov/agriculture/sadc/documents/rules/P41%20\_Access%20to%20Exception%20Areas\_</a>.
   <a href="https://www.nj.gov/agriculture/sadc/documents/rules/P41%20\_Access%20to%20Exception%20Areas\_">https://www.nj.gov/agriculture/sadc/documents/rules/P41%20\_Access%20to%20Exception%20Areas\_">https://www.nj.gov/agriculture/sadc/documents/rules/P41%20\_Access%20to%20Exception%20Areas\_">https://www.nj.gov/agriculture/sadc/documents/rules/P41%20\_Access%20to%20Exception%20Areas\_">https://www.nj.gov/agriculture/sadc/documents/rules/P41%20\_Access%20to%20Exception%20Areas\_"</a>.

MAPPING RESOURCES <a href="https://www.njmap2.com/">https://www.njmap2.com/</a>

### **Exception Areas**

An exception is an area free from the farmland preservation Deed of Easement restrictions that will apply once the farm is preserved. It is very important to consider exception areas prior to preservation because they will not be granted, moved or expanded once the farm is preserved.

#### Types of Exceptions

There are two types of exceptions: non-severable and severable.

#### Non-severable Exceptions:

A non-severable exception is an area of the farm which is excepted from the easement restrictions but remains tied to the farm and cannot be subdivided, transferred or conveyed separately from the farm.

#### Severable Exceptions:

A severable exception is an area that can be
subdivided and sold separately from the farm
provided it meets local subdivision requirements.
It is not necessary to sever (subdivide) a severable
exception prior to preservation. A landowner will
not be paid for areas designated as a severable or
non-severable exception because the Deed of
Easement restrictions will not apply to the area(s).

# Why should I take an exception area?

- Do you wish to provide a building lot for a child?
- Do you have a barn where you might want to operate a business that might not be permitted under the farmland Deed of Easement (i.e. a nonagricultural use)?
- Would you like to have the flexibility to replace your home without farmland preservation program approvals?
- Perhaps you are entertaining the idea of operating a Bed & Breakfast in the main farmhouse someday?

These are just a few common reasons why landowners choose to take exception areas. If your plans for future uses of the premises include any nonagricultural production based activity you should consider an exception area.

Although nonagricultural uses existing and recognized at the time of preservation are allowed, did you know they cannot be expanded in the future unless they are within an exception area?

#### Locating an Exception Area

It is very important to consider the number, size and location of exception areas. Exception area requests which negatively impact the farm or are found to allow excessive housing around the agricultural operation may not be approved. Therefore, balancing landowners' needs with a sensitivity to the agricultural operation, now and into the future, is important. The SADC considers the following in evaluating exceptions:

- Number of exceptions requested is it excessive?
- Size of exception(s) is it a very large area of the farm?
- Purpose of the exception(s) will future uses negatively impact the farm?
- Location and planned use of the exception area sensitive to the farming operation?



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### **Exception Areas**

Locating an Exception Area continued...

If you are requesting an exception for a future housing opportunity, you are strongly encouraged to thoroughly explore the feasibility of that location including septic suitability, ability to obtain water, road access, wetlands, wetland buffers and special regulations that may apply in your area, such as the Highlands or Pinelands. If the access to an exception area is used exclusively for nonagricultural purposes, the access must also be included in the exception area. Residential use is not considered a nonagricultural purpose, so, if the exception is being used for a residential use the driveway does not have to be included within the exception area. Remember - you must make decisions about exceptions at the time of application, prior to appraisals being conducted. If you change your mind during the preservation process, this could result in delays in processing your application.

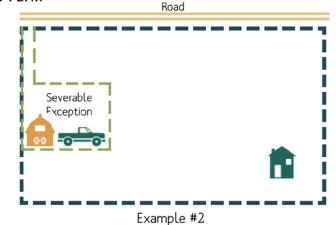
#### Sample Exception Area Layouts 200 Acre Farm

Severable Exception

Non-Severable Exception

Example #1
A 200 acre farm with a non-severable exception around an existing barn and house and a severable exception along the road for the

landowner's child to subdivide and own separate from the farm.



A farm with a severable exception around a nonagricultural use and driveway, and a house on the farm outside of an exception area.



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# Exception Areas

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	Print Name		Signature/	/Date
Print Name			Signature/Date	
Block	Lot	Township	County	SADC ID#



### Nonagricultural Uses

The restrictions in the Deed of Easement limit a preserved farm to agricultural uses. Once your farm has been preserved, no nonagricultural uses will be allowed, except if otherwise outlined in the Deed of Easement or if they occur within an exception area. Because nonagricultural uses are not related to agricultural production, they cannot continue unless recorded in a Schedule B in the Deed of Easement or contained within an exception area. Both of these options are designed to protect you and allow you to continue your nonagricultural use into the future.

# Do you have a nonagricultural use on your farm?

Some examples of a nonagricultural use include:

- An existing business, not related to your farm's agricultural production, located in your barn or home
- A lumber processing business that uses timber produced/grown by other farmers
- A facility used to process or sell agricultural products not raised on the farm or by the owner's farming operation
- A portion of your farm or structure on your farm that is rented or used by someone else for a use or business not related to the production of your farm e.g., equipment, vehicle parking, office)
- A portion of your farm or structure on your farm that is used for the storage of agricultural products or materials not derived from or intended for use on your farm (e.g., grain/cold storage, parts,

#### Schedule B Nonagricultural Use

This option allows you to continue your nonagricultural use following the preservation of your farm at the same scale and location it is at the time of preservation.

Before appraisals and surveys are conducted, you will be asked to identify and describe any nonagricultural uses occurring on your farm. Details of the use(s), such as the type, frequency, intensity, size and location, will be recorded as a Schedule B and attached to the Deed of Easement. This document binds your use to its current parameters so that you cannot expand or change it in the future.

Although you will still be paid for the land under the use, this option provides you with little flexibility and no opportunity to expand the use, change the use, or start a new use in the future. Additionally, if the current nonagricultural use ceases at some point, you are not permitted to resume it in the future.





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### Nonagricultural Uses

### Nonagricultural Uses in Exception Areas

- You also have the option of excepting out some of your land under and surrounding a nonagricultural use(s) from the Deed of Easement. This option provides you with maximum flexibility for your use in the future since the land in exception areas is not subject to the restrictions of the Deed of Easement. Although you will not be paid for the land in an exception area, you will be able to change, improve and expand your use within the exception area as you wish, subject to all applicable local and state regulations.
- An exception area around a nonagricultural use is ideal if you can foresee the use or an area of your farm changing in the future. For instance, you may have an older barn that is becoming too small for modern tractors and your agricultural operation. Rather than razing it or allowing it to go into disrepair, you may want to rent this space out to a carpenter or other small business. By including the structure in an exception area, you maintain the flexibility to repurpose an agricultural structure and adapt to the changes of your farm.





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# Nonagricultural Uses

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### Division of the Premises

The Deed of Easement sets forth the legal restrictions that will apply to your farm once it is preserved. The survey metes and bounds description of your farm has the effect of tying all of your lots together as one preserved "premises."

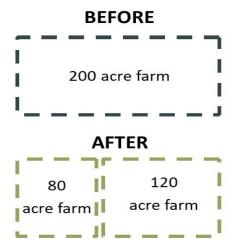
Although your farm may consist of multiple lots, after preservation they cannot be divided, transferred individually or conveyed to other owners without written approval of the State Agriculture Development Committee (SADC) and the easement holder, which may be the County Agriculture Development Board (CADB) or a non-profit agency.

The SADC's objective is to retain large masses of viable agricultural land. Agricultural parcels may become less viable if reduced in size. Therefore, the SADC will carefully consider the criteria to evaluate whether a permanently preserved farm should be divided.

#### Diagram of a Non-Contiguous Division



#### Diagram of a Contiguous Division



#### Major SADC Considerations

- Total Tillable Acreage
- Quality of Soils
- Configuration of New Parcels
- Historical Agricultural Uses
- xisting Agricultural Infrastructure

- Proximity to Other Farms/ Preserved
- Proposed Agricultural Uses
- Benefit to Production Agriculture



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### Division of the Premises

To request approval to divide the preserved premises, you need to submit an application to the easement holder demonstrating that the division would meet both of the following tests:

# The Agricultural Purpose Test

First, the proposed division must be for an agricultural purpose. The SADC considers enhanced agricultural production activities, such as agricultural expansion, diversification and/or intensification resulting from a division as typically meeting the agricultural purpose test.

# The Agricultural Viability Test

Second, the division must result in agriculturally viable parcels, each capable of sustaining a variety of agricultural operations that produce a reasonable economic return under normal conditions, solely from the parcel's agricultural production. So, the SADC would need to be confident that each newly created farm has sufficient agricultural resource value (soil quality, tillable land, size, etc.) to support a variety of agricultural operations into the future. Additionally, any parcel not meeting the minimum eligibility criteria for new applications to the program set forth in the SADC regulations will not be approved.

#### Division Procedure **\_**

- 1. Submit completedapplication and requiredmaps to the easementholder.
- 2. The easement holder will ensure that the application is complete and evaluate it based on the Deed of Easement and the agricultural purpose and viability tests.
- If approved, the easement holder will forward the application to the SADC for its review based on the Deed of Easement and the agricultural purpose and viability tests.
- 4. If approved by the SADC, new surveys and legal descriptions may be required as a condition of approval. In addition, the SADC may request to review any deed which transfers a portion of the Premises to a new owner. Upon review and approval of all necessary documents, the SADC will record its approval resolution with the appropriate County Clerk's office.

Application and additional information can be found under Policies at <a href="http://www.nj.gov/agriculture/sadc/rules/">http://www.nj.gov/agriculture/sadc/rules/</a>

# Why might an application for a division of the Premises be denied?

- Each parcel does not meet the minimum eligibility criteria on its own For example, the newly created farms may not be of sufficient size or may have a lack of tillable acres on at least one parcel.
- Large wooded areas or areas of marginal soils render the tillable land of one parcel insufficient or unable to support a variety of agricultural production activities.
- Lack of a concrete plan for agricultural production for one or both of the new parcels to be created.
- The purpose of the division is speculative resale of one or multiple preserved parcels.
- The purpose of the division is to accomplish estate planning.

### Division of the Premises

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